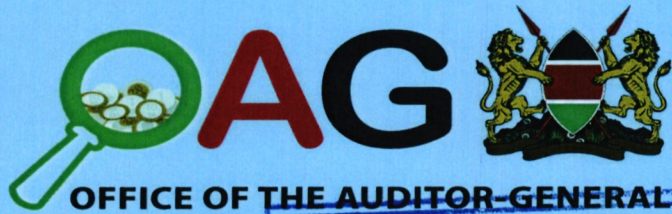


43



Enhancing Accountability

THE NATIONAL ASSEMBLY
PAPERS LAID

REPORT

DATE: 18 FEB 2021 DAY: Thursday

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THE AUDITOR-GENERAL

ON

**EAST AFRICA SKILLS TRANSFORMATION
AND REGIONAL INTEGRATION PROJECT
(EASTRIP) – GRANT/CREDIT
NO. IDA 6334-KE**

**FOR THE SIX (6) MONTHS
PERIOD ENDED 30 JUNE, 2020**

KISUMU NATIONAL POLYTECHNIC







Project Name: EAST AFRICA SKILLS FOR TRANSFORMATION AND REGIONAL INTEGRATION PROJECT (EASTRIP)

Implementing Entity: THE KISUMU NATIONAL POLYTECHNIC

PROJECT GRANT/CREDIT NUMBER: 63340-KE

PERFORMANCE & FINANCIAL AGREEMENT CREDIT NO: 63350

ANNUAL REPORT AND FINANCIAL STATEMENTS

**FOR THE SIX (6) MONTHS PERIOD ENDED
JUNE 30, 2020**

Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector Accounting Standards (IPSAS)

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1. PROJECT INFORMATION AND OVERALL PERFORMANCE

1.1 Name and registered office

Name: The project’s official name is East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

Objective: The key objective of the project is to increase the access and improve the quality of TVET programs in selected Regional Flagship TVET Institutes and to support regional integration in East Africa.

Address: The project headquarters office is in Kisumu County, Kenya.
 The address of its registered office is: P. O. Box 143 – 40100 Kisumu

Contacts: The following are the project contacts

Telephone: (+254) 723 446 773.

E-mail: info@kisumupoly.ac.ke

Website: www.kisumupoly.ac.ke

1.2 Project Information

Project Start Date:	The project start date is 01/01/2020
Project End Date:	The project end date is 31/12/2024
Project Manager:	The project manager is Dr. Charles Asaka Nyangara
Project Sponsor:	The project sponsor is World Bank

1.3 Project Overview

Line Ministry/State Department of the project	The project is under the supervision of the Ministry of Education – State Department of Vocational and Technical Training
Project number	63340-KE
Strategic goals of the project	The strategic goals of the project are as follows: (a) Students enrolled in selected Regional Flagship TVET Institutes and their partner institutions (non-project TVET institutes) in the country and across the region (b) Employers and targeted industries who will have access to a skilled workforce matched with their needs and standards.

	<p>(c) Faculty and staff from the selected Regional Flagship TVET Institute whose academic, technical, management, and pedagogical skills will be upgraded and who will function in an improved teaching environment with upgraded facilities and can exchange knowledge and staff with other EASTRIP flagship TVET institutes and countries.</p> <p>(d) Students, faculty, and staff in non-project TVET institutes partnering with the selected flagship TVET institutes who will benefit from knowledge sharing in good TVET management, program development, and instructional practices and from sharing of standards, curriculum, and training facilities</p> <p>(e) Public and private TVET institutes within the East Africa region that will have access to a network of specialized trainers, a framework of core curricular competencies, quality assurance standards, and state-of-the-art facilities for up-to-date training of the workforce in priority sectors in the region.</p>
<p>Achievement of strategic goals</p>	<p>The project management aims to achieve the goals through the following means:</p> <ul style="list-style-type: none"> (i) Strengthening governance and management. (ii) Institutionalizing industry links. (iii) Developing market relevant competency-based training programs (iv) Training of TVET managers and teachers. (v) Upgrading key training facilities and equipment. (vi) Outreach and support for non-project national TVET institutes.

<p>Other important background information of the project</p>	<p>By improving the capacity of flagship TVET institutes and expanding the pool of qualified skilled labour in the growing economic sectors, the project will contribute to the high-level objectives of poverty alleviation and economic growth for the participating countries and for the East Africa region. It will also promote regional integration through supporting the regional corridor and sector markets, developing common standards and qualifications, and promoting mobility of students, faculty, and graduates. It is fully aligned with (a) the World Bank’s twin goals of “ending extreme poverty and boosting shared prosperity in a sustainable manner” and (b) the World Bank’s Africa Strategy: to strengthen competitiveness and employment through the production of quality high-skilled human resources in priority growth sectors. The project is also part of the Africa Region’s new Regional Integration Strategy, which emphasizes rebalancing support for ‘hard’ and ‘soft’ infrastructure, addressing barriers to integration in identified priority areas and accelerating private sector leveraging. EASTRIP is aligned with the Country Partnership Frameworks for Ethiopia, Tanzania and Kenya and directly supports strategic focus related to enhancing productivity and accelerating equitable and sustainable growth, boosting human capital and social inclusion, and modernizing and improving efficiency of public institutions.</p>
<p>Current situation that the project was formed to intervene</p>	<p>The project was formed to intervene in the following areas:</p> <ul style="list-style-type: none"> (i) Governance and Management Enhancement (ii) Skills Training and Transfer
<p>Project duration</p>	<p>The project started on 1st January, 2020 and is expected to run until 31st December, 2024</p>

1.4 Bankers

The following are the bankers for the current year:

- (i) Kenya Commercial Bank Limited.

Kisumu Branch

Oginga Odinga Street

AC. NO: 1266955216

1.5 Auditors

The project is audited by the Auditor General Office.

1.6 Roles and Responsibilities

The project management team and their responsibilities are as follows:-

Names	Title designation	Key qualification	Responsibilities
Chanzu Lomolo	Project Manager	DIP. TED	Overall Management
Charles Nyangara	Project Director	PHD (Strategic Planning)	Overall management and supervision Long range strategic planning Decision making
Beatrice Abura	Deputy Project Director	MA Commercial Industrial Art and Design (Textile Design)	Technical Coordination
Nelly Okoyo	Deputy Principal/ Gender and Environment Focal Person	MSc Aquatic Science	Coordination of Gender and Environmental Issues
Milton Omollo	Supply Chain Focal Person	BLSCM (Logistics and Supply chain Management)	Supply Chain Management
Monicah Otieno	Finance Manager	MBA Finance, CPA	Financial Management
Thomas O. Nyang'or	Monitoring and Evaluation Focal person	Certified M&E. Dip. Technical Education.	M&E coordination
Felix Ochieng Odek	Industry and strategic partnership Focal person	MSC (Information systems)	Coordination of industry and strategic partners
Monica Mmbasu	Project Accountant	Bcom, CPA	Project bookkeeping and accounting
Silas Yego	Industry Advisory Board (IAB) Chairperson	MBA	Chairing IAB Meetings and activities

1.7 Funding summary

The Project is for duration of five years from 2020 to 2025 with an approved budget of EUR € 9,280,000 (use donor currency) equivalent to Kshs. 1,080,000,000 as highlighted in the table below:

Below is the funding summary:

Source of funds	Donor Commitment-		Amount received to date – (30 th June, 2020)		Undrawn balance to date 30th June, 2020	
	Donor currency (EUR)	KShs	Donor currency (EUR)	KShs	Donor currency ((EUR)	KShs
	(A)	(A')	(B)	(B')	(A)-(B)	(A')-(B')
LOAN SUMMARY						
IDA Loan	9,280,000	1,080,000,000	1,724,137	200,000,000	7,555,863	880,000,000
Total Loans	9,280,000	1,080,000,000	1,724,137	200,000,000	7,555,863	880,000,000
Total Funding Summary	9,280,000	1,080,000,000	1,724,137	200,000,000	7,555,863	880,000,000

Rate is euro against Kshs. 116

1.8 Summary of Overall Project Performance:

The Budget performance against actual amounts for current year is 7%. This may be attributed to the fact that the project operated for barely six(6) months after receiving funds. The project was also affected by the COVID-19 pandemic.

The project has achieved the following outputs;

- Developed and Validated Strategic Investment Plan for the project,
- Established PIU unit with a secretariat,
- Established Industry Advisory Board
- TKNP strategic Plan reviewed
- MOU with 2 Strategic Partners

1.9 Summary of Project Compliance:

The Project complied with all the laws and regulations as required.

2. STATEMENT OF PERFORMANCE AGAINST PROJECT'S PREDETERMINED OBJECTIVES

Introduction

Section 81 (2) (f) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the Accounting officer when preparing financial statements of each National Government entity in accordance with the standards and formats prescribed by the Public Sector Accounting Standards Board includes a statement of the national government entity's performance against predetermined objectives.

The Project Development Objective (PDO) is to increase the access and improve the quality of TVET programs in selected Regional Flagship TVET Institutes and to support regional integration in East Africa.

The project supports the development of highly specialized TVET programs as well as industry-recognized short-term certificate level training. It will train technicians and provide training of teachers/trainers at the certificate, diploma and degree levels, targeting regional priority sectors in textile technology value chain. The PDO will be achieved through complementary interventions at three different levels, including institutes, national, and regional levels.

Progress on attainment of Strategic development objectives

For purposes of implementing and cascading the above development objectives to specific sectors, all the development objectives were made specific, measurable, achievable, realistic and time-bound (SMART) and converted into development outcomes. Attendant indicators were identified for reasons of tracking progress and performance measurement. Below we provide the progress on attaining the stated objectives:

East Africa Skills for Transformation and Regional Integration Project (EASTRIP)
Reports and Financial Statements
For the six(6) months period ended June 30, 2020

Objective	Outcome	Indicator	Performance
1. To strengthen governance and management	Project Implementation Unit (PIU) established and operationalized	% of PIU position filled and operational	All 7 positions in the PIU were filled and secretariat operationalized.
	Improved Leadership Capacity	No of Managers attending capacity building sessions	TNA was conducted by consultants to determine the training needs of managers. 6 PIU attended various capacity building workshops.
	Operational Policies and Procedures	No of New or revised policies made	ISO 2009: 2015 attained
	Revise TKNP Strategic plan	Revised strategic plan completed	TKNP plan revised and validated
2. To institutionalize industry linkages	Establish and conduct Industry Advisory Board (IAB)	IAB established, approved and Validated	9 member IAB established approved and validated
	Strategic relationship with industry players and stakeholders established	Memorandum of Agreement (MOA) signed with industries and partner institutions	5 MOAs with clear obligations were signed with industry and partner organizations
3. To develop and approve Industry Responsive and competency-based programmes	Increased number both short- and long-term industry responsive and competency-based programmes developed, accredited and implemented	Number of demand-driven programs developed and accredited	In FY 2019/20, a consultant has been engaged to conduct Labour Market Information (LMI) Survey. This survey report will be critical in developing curriculum and Occupational Standards for developing of programmes

*East Africa Skills for Transformation and Regional Integration Project (EASTRIP)
 Reports and Financial Statements
 For the six(6) months period ended June 30, 2020*

4. To train school managers and teachers	Efficient and Effective School Managers and teachers	Percentage of teaching staff in flagship TVET institutions who have industrial attachment.	In the FY 2019/2020, no trainer was able to proceed to industrial attachment due to COVID-19 pandemic challenges.
5. To upgrading key training facilities and equipment	Effective learning infrastructure in use.	% completion of Planned construction works. % delivery and installation of learning equipment	In FY 2019/2020 a firm was procured and is in the process of designing the institute construction and another hired to identify learning, testing and production equipment.
6. To outreaching and support for non-project national (NPN) TVET	Increased effectiveness of non-project national TVET institutions to deliver skills training programs that meet industry needs	% increase in no of Trainees of NPN TVET acquiring employment within 6 months. % increase of NPN TVET staff v. it., increased training(capacity)	In FY 2019/2020 the process of hiring a consultant to map out NPN TVET had been initiated

3. CORPORATE SOCIAL RESPONSIBILITY STATEMENT/SUSTAINABILITY REPORTING

The Kisumu National Polytechnic exists to transform lives through Industry Responsive and competency based Training and Research. This is our purpose; the driving force behind everything we do. It's what guides us to deliver our strategy, which is founded on five critical success factors in the TKNP strategic Plan: Trainee Achievement, Access and articulation, Research and Innovation, Resource management, Quality Assurance, and excellent Industry and stakeholder relations. Below is a brief highlight of our achievements in each TKNP strategic Change Objective

I. To enhance access, flexibility, and responsiveness to quality TVET training to meet the changing training needs of the trainees and the community.

Based on the Current TVET policy of TKNP is developing and implementing market driven competency based programmes that are responsive to community needs and workforce demands. In collaboration with TVETA and CDACC, 90% of trainers have been trained on development and delivery of these curricula. The Polytechnic is also in the process of expansion of learning opportunities for electronic access to instructional delivery. Trainee satisfaction is also being improved with the provision of trainee services in course registration, financial aid, and academic advising. The key challenges experienced is the inadequate number of trainers compared to the number of trainees. However there has been over 15% increase in number of employees and over 7 competency-based courses have been launched.

II. Strengthen mobilization and management of resources for sustainability

The polytechnic is committed to Improving and diversifying its revenue base. To do this it will leverage on technology to streamline administrative processes and reduce the percentage of budgeted expenditures for overhead functions. The polytechnic has also registered a commercial limited company to pursue income generation in order to take advantage of its strong multi-skilled manpower strength and to take advantage of opportunities in the market. Already the county government of Kisumu has given orders to the polytechnic to develop beds, masks etc. These activities are geared to improve the sustainability of the polytechnic

III. Provide the necessary human, financial, physical, and technological resources to position TKNP as a Centre of excellence

The Initiatives to be employed under this include strengthen staff capacity by exposing them to various trainings and workshops, improving work environment, expanding existing ICT infrastructure to address e-learning requirements, enhancing physical and technological infrastructure, facilitate regional integration initiatives, complying and conforming to relevant ISO standards, establishing a Corporate Social Responsibility (CSR) model for the institution and establish alumni database and conducting annual tracer studies.

As part of its corporate social responsibility, the polytechnic has built Boda Boda shades for both riders and public around the main Gate. The polytechnic also provided more than 2000 reusable masks to the public in the new established ad hoc Korona market, next to the Moi stadium.

IV. Foster partnerships with the local and global communities to promote quality in Research, innovations development and strategic partnerships

The Kisumu National Polytechnic endeavors to promote and develop innovations capacity, culture and advocacy of its staff and trainees. This it does by holding internal and participating in external trade fairs, competitions, shows and conferences. In the FY 2019/2020, TKNP staff participated robotics and innovation competitions regionally and nationally. The polytechnic held a successful multi-disciplinary conference (theme: Building sustainable Blue Economy-The TVET perspectives) in February 2020. TKNP has developed collaboration and partnerships both locally and internationally with Industries, Research institutions and Universities. Other initiatives Strengthen incubation of products and entrepreneurial ideas, Promote dissemination, technology transfer and information sharing

Promote Products Commercialization and Promote formation of local and international affiliation and memberships

V. Promote an institutional culture that values gender inclusivity and environmental sustainability

Under the gender committee and the persons with disability committee TKNP intends to strengthen gender responsive training and learning environment. Currently the current gender staff ratio is 2: 3 (female to male). 12,000 trees were planted in this financial year to promote a culture of environmental consciousness

4. STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP** are responsible for the preparation and presentation of the Project's financial statements, which give a true and fair view of the state of affairs of the Project for and as at the end of the six (6) months period ended on June 30, 2020. This responsibility includes: (i) Maintaining adequate financial management arrangement and ensuring that these continue to be effective throughout the reporting period; (ii) Maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the Project; (iii) Designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statement, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) Safeguarding the assets of the Project; (v) Selecting and applying appropriate accounting policies; and (vi) Making accounting estimates that are reasonable in the circumstances.

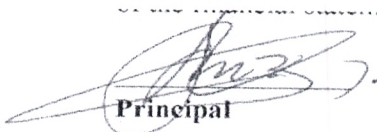
The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP** accept responsibility for the Project's financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards.

The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP** are of the opinion that the Project's financial statements give a true and fair view of the state of Project's transactions during the six (6) months period ended June 30, 2020, and of the Project's financial position as at that date. The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP** further confirm the completeness of the accounting records maintained for the Project, which have been relied upon in the preparation of the project financial statements as well as the adequacy of the systems of internal financial control.

The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP** confirm that the Project has complied fully with applicable Government Regulations and the terms of external financing covenants, and that Project funds received during the financial year/period under audit were used for the eligible purposes for which they were intended and were properly accounted for.

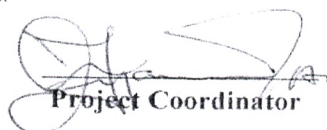
Approval of the Project financial statements

The Project financial statements were approved by The Principal, Kisumu National Polytechnic and the Project Director for **EASTRIP Project** on 30th June 2020 and signed by them.



Principal

Name: Chanzu Lomolo



Project Coordinator

Name: Asaka Nyangara



Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

5. REPORT OF THE INDEPENDENT AUDITORS ON THE EASTRIP PROJECT

This is the first year of the project hence it has not been audited

REPUBLIC OF KENYA

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NAIROBI

REPORT OF THE AUDITOR-GENERAL ON EAST AFRICA SKILLS TRANSFORMATION AND REGIONAL INTEGRATION PROJECT (EASTRIP) – GRANT/CREDIT NO. IDA 6334-KE - FOR THE SIX (6) MONTHS PERIOD ENDED 30 JUNE, 2020 – KISUMU NATIONAL POLYTECHNIC

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of East Africa Skills Transformation and Regional Integration Project (EASTRIP) as set out on pages 1 to 15, which comprise the statement of financial assets as at 30 June, 2020, and the statement of receipts and payments, statement of cash flow and statement of comparative budget and actual amounts for the six(6) months period then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, except for the effect of the matters described in the Basis for Qualified Opinion section of my report, the financial statements present fairly, in all material respects, the financial position of East Africa Skills Transformation and Regional Integration Project (EASTRIP) as at 30 June, 2020, and of its financial performance and its cash flows for the period then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the terms of the Financing Agreement IDA-6334-KE dated 18 December, 2018 between the International Development Association and the Republic of Kenya, the Performance and Financing Agreement between the Government of the Republic of Kenya and Kisumu National Polytechnic dated 14 June, 2019 and the Public Finance Management Act, 2012.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the East Africa Skills Transformation and Regional Integration Project Management in accordance with ISSAI 130 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, are of most significance in the audit of the financial statements of the current period. There were no Key Audit Matters to report in the period under review.

Other Matter

Budgetary Control and Performance

The statement of comparative budget and actual amounts reflects final receipts budget and actual on comparable basis of Kshs.258,350,000 and Kshs.200,000,000 respectively resulting to an under-funding of Kshs.58,350,000 or 23% of the budget. Similarly, the Project expended Kshs.17,766,663 against an approved budget of Kshs.258,350,000 resulting to an under-expenditure of Kshs.240,583,337 or 93% of the budget. The underfunding and under expenditure affected the planned activities and may have impacted negatively on service delivery to the public.

REPORT ON LAWFULNESS AND EFFECTIVENESS IN USE OF PUBLIC MONEY

Conclusion

As required by Article 229(6) of the Constitution, based on the procedures performed, except for the matters described in the Conclusion on Lawfulness and Effectiveness in Use of Public Resources section of my report, I confirm that, nothing else has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

Basis for Conclusion

1. Approval of the Strategic Investment Plan

The Kisumu National Polytechnic had provided in its annual work plan for the period 2019-2020 to spend US Dollars.2,583,500 equivalent to Kshs.258,350,000 out of which Kshs.200,000,000 was disbursed to the project during the period. However, the annual work programs implemented by the project during the period had not been approved as required under the terms of the Financing Agreement at Schedule 2, Section I A (2) which states that the National Steering Committee shall be responsible for providing overall guidance and oversight for the project at National level and approving the annual work programs and implementation planning.

Consequently, the Management is in breach of the law.

2. Procurement of Conference Facilities

As disclosed in Note 10.4 to the financial statements, the statement of receipts and payments reflects a balance of Kshs.6,361,543 under purchase of goods and services which includes expenditure on conference facilities amounting to Kshs.690,400. However, the conference facilities were procured through direct procurement even though no evidence was provided that the conditions for use of the method as provided under

Section 103(2) of the Public Procurement and Asset Disposal Act, 2015 had been met. The Management of the Project was therefore in breach of the law and it has not been possible to ascertain if the stakeholders obtained value for money on the expenditure.

3. Unsupported Daily Subsistence Allowances and Consultancy Services

Included in the balance of Kshs.6,361,543 under purchase of goods and services is an amount of Kshs.3,453,300 for staff allowances. The amount includes an amount of Kshs.1,917,100 paid to Project Management for attending a workshop for finalizing Information Security Management System (ISMS) policies and procedures, evaluation of technical proposal for consultancy services and development of terms of reference for stakeholder analysis and project design scope. However, the expenditure was not supported by documents such as motor vehicle work tickets and attendance registers as required for accountability purposes. The payment vouchers were also not duly authorized.

Consequently, the propriety of the amount totalling to Kshs.1,917,100 could not be confirmed.

The audit was conducted in accordance with ISSAI 4000. The standard requires that I comply with ethical requirements and plan and perform the audit to obtain assurance about whether the activities, financial transactions and information reflected in the financial statements are in compliance, in all material respects, with the authorities that govern them. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON EFFECTIVENESS OF INTERNAL CONTROLS, RISK MANAGEMENT GOVERNANCE

Conclusion

As required by Section 7(1)(a) of the Public Audit Act, 2015, based on the audit procedures performed, I confirm that, nothing has come to my attention to cause me to believe that internal controls, risk management and overall governance were not effective.

Basis for Conclusion

The audit was conducted in accordance with ISSAI 2315 and ISSAI 2330. The standards require that I plan and perform the audit to obtain assurance about whether effective processes and systems of internal control, risk management and governance were operating effectively, in all material respects. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my conclusion.

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

As required by International Development Association and the Project Grant/Credit Number IDA-6334-KE, I report based on my audit, that:

- i. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit;

- ii. in my opinion, adequate accounting records have been kept by East Africa Skills Transformation and Regional Integration Project (EASTRIP), so far as appears from the examination of those records; and,
- iii. The East Africa Skills Transformation and Regional Integration Project (EASTRIP) financial statements are in agreement with the accounting records and returns.

Responsibilities of Management and those Charged with Governance

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards-Cash Basis and for maintaining effective internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error and for its assessment of the effectiveness of internal control.

In preparing the financial statements, Management is responsible for assessing the Project's ability to continue to sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the Management is aware of the intention to terminate the Project or cease operations.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

In addition to the responsibility for the preparation and presentation of the financial statements described above, Management is also responsible for ensuring that the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities which govern them, and that public money is applied in an effective manner.

Those charged with governance are responsible for overseeing the Project's financial reporting process, reviewing the effectiveness of how the entity monitors compliance with relevant legislative and regulatory requirements, ensuring that effective processes and systems are in place to address key roles and responsibilities in relation to governance and risk management, and ensuring the adequacy and effectiveness of the control environment.

Auditor-General's Responsibilities for the Audit

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could

reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

In addition to the audit of the financial statements, a compliance review is planned and performed to express a conclusion with limited assurance as to whether, in all material respects, the activities, financial transactions and information reflected in the financial statements are in compliance with the authorities that govern them in accordance with the provisions of Article 229(6) of the Constitution and submit the audit report in compliance with Article 229(7) of the Constitution. The nature, timing and extent of the compliance work is limited compared to that designed to express an opinion with reasonable assurance on the financial statements.

Further, in planning and performing the audit of the financial statements and review of compliance, I consider internal control in order to give an assurance on the effectiveness of internal controls, risk management and governance processes and systems in accordance with the provisions of Section 7(1)(a) of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229(7) of the Constitution. My consideration of the internal control would not necessarily disclose all matters in the internal control that might be material weaknesses under the ISSAIs. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Because of its inherent limitations, internal control may not prevent or detect misstatements and instances of noncompliance. Also, projections of any evaluation of effectiveness to future periods are subject to the risk that controls may become inadequate because of changes in conditions, or that the degree of compliance with the East Africa Skills Transformation and Regional Integration Project (EASTRIP) policies and procedures may deteriorate.

As part of an audit conducted in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:


- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on

the East Africa Skills Transformation and Regional Integration Project (EASTRIP) ability to continue as a going concern or to sustain its services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the East Africa Skills Transformation and Regional Integration Project (EASTRIP) to cease to continue as a going concern or to sustain its services.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information and business activities of the East Africa Skills Transformation and Regional Integration Project (EASTRIP) to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide Management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.


Nancy Gathungu
AUDITOR-GENERAL

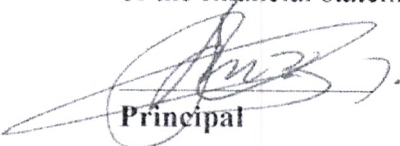
Nairobi

31 December, 2020

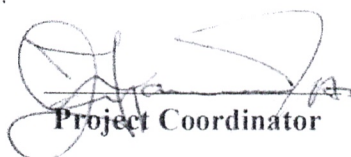
STATEMENT OF RECEIPTS AND PAYMENTS FOR THE SIX (6) MONTHS PERIOD ENDED 30TH JUNE 2020

	Note	FY 2019/2020		FY 2018/2019		Cumulative to Date	
		Receipts and payments controlled by the entity	Receipts and Payments made by third parties	Receipts and payments controlled by the entity	Payments made by third parties		
		Kshs	Kshs	Kshs	Kshs	Kshs	
RECEIPTS							
Receipts from Government of Kenya	10.3	200,000,000		-	-	200,000,000	
TOTAL REVENUES		200,000,000		-	-	200,000,000	
PAYMENTS							
Purchase of goods and services	10.4	6,361,543		-	-	6,361,543	
Acquisition of Non-financial Assets	10.5	11,405,120		-	-	11,405,120	
TOTAL PAYMENTS		17,766,663		-	-	17,766,663	
SURPLUS/DEFICIT		182,233,337		-	-	182,233,337	

The accounting policies and explanatory notes to these financial statements are an integral part of the financial statements.


Principal

Name: Chanzu Lomolo


Project Coordinator

Name: Asaka Nyangara


Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

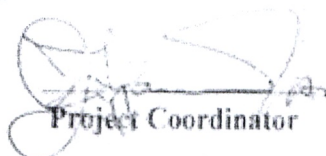
7. STATEMENT OF FINANCIAL ASSETS AS AT 30TH JUNE 2020

	Note	FY 2019/2020	FY 2018/2019
		Kshs	Kshs
Bank Balances	11A	182,113,627	-
Cash Balances	11B	119,710	-
Total Cash and Cash equivalents		182,233,337	-
TOTAL FINANCIAL ASSETS		182,233,337	-
Surplus / (deficit) for the year		182,233,337	-
NET FINANCIAL POSITION		182,233,337	-

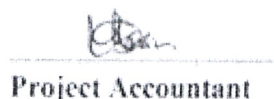
The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The financial statements were approved on 18th September 2020 and signed by:


Principal

Name: Chanzu Lomolo


Project Coordinator

Name: Asaka Nyangara

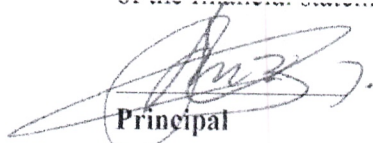

Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

STATEMENT OF CASHFLOW FOR THE SIX (6) MONTHS PERIOD ENDED 30TH JUNE 2020

	Note	2019- 2020	2018- 2019
		Kshs	Kshs
CASH FLOW FROM OPERATING ACTIVITIES			
Receipts for operating income			
Receipts from Government of Kenya	10.3	200,000,000	-
		200,000,000	-
Payments for operating expenses			
Use of goods and services	10.4	-6,361,543	-
		-6,361,543	-
Net cashflow from operating activities		193,638,457	-
CASHFLOW FROM INVESTING ACTIVITIES			
Acquisition of Non-financial Assets	10.5	(11,405,120)	-
Net cash flows from Investing Activities		(11,405,120)	-
NET INCREASE IN CASH AND CASH EQUIVALENT		182,233,337	-
Cash and cash equivalent at END of the year		182,233,337	-

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The Kisumu National Polytechnic financial statements were approved on 18th September 2020 and signed by:


Principal

Name: Chanzu Lomolo


Project Coordinator

Name: Asaka Nyangara


Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

9. STATEMENT OF COMPARATIVE BUDGET AND ACTUAL AMOUNTS

Consolidated	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Utilization Variance	% Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Receipts/Payments Item						
Receipts						
Receipts from Government of Kenya	258,350,000	-	258,350,000	200,000,000	58,350,000	77%
Total Receipts	258,350,000	-	258,350,000	200,000,000	58,350,000	77%
Payments						
Develop and validate Project strategic Investment Plan (SIP)	5,900,000	-	5,900,000	-	5,900,000	0%
Local and international benchmarking conducted	10,500,000	-	10,500,000	-	10,500,000	0%
Workshops and seminars conducted	3,500,000	-	3,500,000	-	3,500,000	0%
Workshops and trainings	9,000,000	-	9,000,000	-	9,000,000	0%
Develop TKNP strategic plan	2,800,000	-	2,800,000	-	2,800,000	0%
Develop ISO certification	6,350,000	-	6,350,000	-	6,350,000	0%
Draft and implement policies and guidelines	2,000,000	-	2,000,000	-	2,000,000	0%
Develop project M&E System	15,000,000	-	15,000,000	-	15,000,000	0%
Conduct M&E reviews & Semester project implementation reporting	4,200,000	-	4,200,000	-	4,200,000	0%
Conduct economic sustainability study, develop & operationalized economic sustainability	5,000,000	-	5,000,000	-	5,000,000	0%
Conduct Industry mapping and stakeholder Analysis	3,000,000	-	3,000,000	-	3,000,000	0%
Establish and Conduct industry Advisory Board meetings	1,000,000	-	1,000,000	-	1,000,000	0%
Conduct annual faculty-industry symposia/ conferences	2,000,000	-	2,000,000	-	2,000,000	0%
Establish Centre Alumni Association	1,400,000	-	1,400,000	-	1,400,000	0%
Develop tracer system and conduct annual tracer studies	7,000,000	-	7,000,000	-	7,000,000	0%
Conduct Labour market Information (MI) survey	8,500,000	-	8,500,000	-	8,500,000	0%

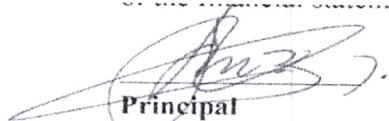
East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

Reports and Financial Statements

For the six(6) months period ended June 30, 2020

Consolidated	Original Budget	Adjustments	Final Budget	Actual on Comparable Basis	Utilization Variance	% Utilization
	a	b	c=a+b	d	e=c-d	f=d/c %
Train curriculum development team	3,000,000	-	3,000,000	-	3,000,000	0%
Develop the curricula (CBET)	3,000,000	-	3,000,000	-	3,000,000	0%
Develop eLearning /virtual learning content	7,500,000	-	7,500,000	-	7,500,000	0%
Conduct pedagogical training for trainers	3,000,000	-	3,000,000	-	3,000,000	0%
Attach trainers to industries	3,000,000	-	3,000,000	-	3,000,000	0%
Prepare detailed Environmental and social safeguards analysis,	40,000,000	-	40,000,000	-	40,000,000	0%
Construct Workshops & lecture rooms	40,000,000	-	40,000,000	-	40,000,000	0%
Identify Equipment specification	20,000,000	-	20,000,000	-	20,000,000	0%
e-learning /virtual learning systems established	15,000,000	-	15,000,000	-	15,000,000	0%
Carry out National Non-Project TVET and their needs	3,000,000	-	3,000,000	-	3,000,000	0%
Conduct trainer and trainee exchange programmes	1,000,000	-	1,000,000	-	1,000,000	0%
Compensation of employees	4,100,000	-	4,100,000	-	4,100,000	0%
Conduct training needs Assessment	1,000,000	-	1,000,000	199,200	800,800	20%
Use of goods and services	13,000,000	-	13,000,000	6,162,343	6,837,657	47%
Acquisition of Non-financial Assets	14,600,000	-	14,600,000	11,405,120	3,194,880	78%
Total Payments	258,350,000	-	258,350,000	17,766,663	240,583,337	7%

Note: 1. Funds were received on 20th February 2020. We have operated for 4(four) months and was affected by COVID-19 pandemic.


Principal

Name: Chanzu Lomolo


Project Coordinator

Name: Asaka Nyangara


Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

10. NOTES TO THE FINANCIAL STATEMENTS

The principal accounting policies adopted in the preparation of these financial statements are set out below:

10.1 Basis of Preparation

10.1.1 Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with Cash-basis IPSAS financial reporting under the cash basis of Accounting, as prescribed by the PSASB and set out in the accounting policy note below. This cash basis of accounting has been supplemented with accounting for; a) receivables that include imprests and salary advances and b) payables that include deposits and retentions.

The financial statements comply with and conform to the form of presentation prescribed by the PSASB.

The accounting policies adopted have been consistently applied to all the years presented.

10.1.2 Reporting entity

The financial statements are for the EASTRIP Project under National Government of Kenya. The financial statements encompass the reporting entity as specified in the relevant legislation PFM Act 2012 .

10.1.3 Reporting currency

The financial statements are presented in Kenya Shillings (KShs), which is the functional and reporting currency of the Project and all values are rounded to the nearest Kenya Shilling.

10.2 Significant Accounting Policies

a) Recognition of receipts

The Project recognises all receipts from the various sources when the event occurs, and the related cash has actually been received by the Government.

• Transfers from the Exchequer

Transfer from Exchequer is recognized in the books of accounts when cash is received. Cash is considered as received when payment instruction is issued to the bank and notified to the receiving entity.

• External Assistance

External assistance is received through grants and loans from multilateral and bilateral development partners.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donations and grants

Grants and donations shall be recognized in the books of accounts when cash is received. Cash is considered as received when a payment advice is received by the recipient entity or by the beneficiary. In case of grant/donation in kind, such grants are recorded upon receipt of the grant item and upon determination of the value. The date of the transaction is the value date indicated on the payment advice.

Proceeds from borrowing

Borrowing includes Treasury bill, treasury bonds, corporate bonds, sovereign bonds and external loans acquired by the Project or any other debt the Project may take on will be treated on cash basis and recognized as a receipt during the year they were received.

Undrawn external assistance

These are loans and grants at reporting date as specified in a binding agreement and relate to funding for the Project currently under development where conditions have been satisfied or their ongoing satisfaction is highly likely and the project is anticipated to continue to completion. An analysis of the Project's undrawn external assistance is shown in the funding summary

a) Other receipts

These include Appropriation-in-Aid and relates to receipts such as proceeds from disposal of assets and sale of tender documents. These are recognised in the financial statements the time associated cash is received.

b) Recognition of payments

The Project recognises all payments when the event occurs, and the related cash has actually been paid out by the Project.

• Compensation of employees

Salaries and Wages, Allowances, Statutory Contribution for employees are recognized in the period when the compensation is paid.

• Use of goods and services

Goods and services are recognized as payments in the period when the goods/services are consumed and paid for. If not paid for during the period where goods/services are consumed, they shall be disclosed as pending bills.

• Interest on borrowing

Borrowing costs that include interest are recognized as payment in the period in which they incurred and paid for.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Repayment of borrowing (principal amount)**

The repayment of principal amount of borrowing is recognized as payment in the period in which the repayment is made. The stock of debt is disclosed as an annexure to the consolidated financial statements.

- **Acquisition of fixed assets**

The payment on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as payments and receipts items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as receipt and as a payment.

A fixed asset register is maintained by each public entity and a summary provided for purposes of consolidation. This summary is disclosed as an annexure to the consolidated financial statements.

e) In-kind donations

In-kind contributions are donations that are made to the Project in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the Project includes such value in the statement of receipts and payments both as receipts and as payments in equal and opposite amounts; otherwise, the contribution is not recorded.

d) Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

Restriction on cash

Restricted cash represents amounts that are limited/restricted from being used to settle a liability for at least twelve months after the reporting period. This cash is limited for direct use as required by stipulation. Amounts maintained in deposit bank accounts are restricted for use in refunding third part deposits

SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Accounts receivable

For the purposes of these financial statements, imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year is treated as receivables. This is in recognition of the government practice where the imprest payments are recognized as payments when fully accounted for by the imprest or AIE holders. This is an enhancement to the cash accounting policy. Other accounts receivables are disclosed in the financial statements.

f) Contingent Liabilities

A contingent liability is:

- a) A possible obligation that arises from past events and whose existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or
- b) A present obligation that arises from past events but is not recognised because:
 - (i) It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
 - (ii) The amount of the obligation cannot be measured with sufficient reliability.

Some of contingent liabilities may arise from: litigation in progress, guarantees, indemnities. Letters of comfort/ support, insurance, Public Private Partnerships,

The Entity does not recognize a contingent liability but discloses details of any contingencies in the notes to the financial statements unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Section 89 (2) (i) of the PFM Act requires the National Government to report on the payments made, or losses incurred, by the county government to meet contingent liabilities as a result of loans during the financial year, including payments made in respect of loan write-offs or waiver of interest on loans

g) Contingent Assets

The Entity does not recognize a contingent asset, but discloses details of a possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Entity in the notes to the financial statements. Contingent assets are assessed continually to ensure that developments are appropriately reflected in the financial statements. If it has become virtually certain that an inflow of economic benefits or service potential will arise and the asset's value can be measured reliably, the asset and the related revenue are recognized in the financial statements of the period in which the change occurs.

h) Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the Project at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

i) Budget

The budget is developed on a comparable accounting basis (cash basis), the same accounts classification basis (except for accounts receivable - outstanding imprest and clearance accounts and accounts payable - deposits, which are accounted for on an accrual basis), and for the same period as the financial statements. The Project's budget was approved as required by Law and National Treasury Regulations, as well as by the participating development partners, as detailed in the Government of Kenya Budget Printed Estimates for the year. The Development Projects are budgeted for under the MDAs but receive budgeted funds as transfers and account for them separately. These transfers are recognised as inter-entity transfers and are eliminated upon consolidation.

A high-level assessment of the Project's actual performance against the comparable budget for the financial year/period under review has been included in an annex to these financial statements.

j) Third party payments

Included in the receipts and payments, are payments made on its behalf by to third parties in form of loans and grants. These payments do not constitute cash receipts and payments and are disclosed in the payment to third parties column in the statement of receipts and payments.

k) Exchange rate differences

The accounting records are maintained in the functional currency of the primary economic environment in which the Project operates, Kenya Shillings. Transactions in foreign currencies during the year/period are converted into the functional currency using the exchange rates prevailing at the dates of the transactions. Any foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statements of receipts and payments.

SIGNIFICANT ACCOUNTING POLICIES (Continued)

l) Comparative figures

Where necessary comparative figures for the previous financial year/period have been amended or reconfigured to conform to the required changes in financial statement presentation.

m) Subsequent events

There have been no events subsequent to the financial year/period end with a significant impact on the financial statements for the year ended June 30, 2020

n) Errors

Material prior period errors shall be corrected retrospectively in the first set of financial statements authorized for issue after their discovery by: i. Restating the comparative amounts for prior period(s) presented in which the error occurred; or ii. If the error occurred before the earliest prior period presented, restating the opening balances of assets, liabilities and net assets/equity for the earliest prior period presented.

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.3 RECEIPTS FROM GOVERNMENT OF KENYA

These represent counterpart funding and other receipts from government as follows:

	2019/2020	2018/2019	Cumulative to Date
	KShs	KShs	KShs
<i>Other transfers from government entities</i>			
State Department of Vocational Training	200,000,000	-	200,000,000
TOTAL	200,000,000	-	200,000,000

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.4 PURCHASE OF GOODS AND SERVICES

			Total Payments		Cumulative to- date
	Payments made by the Entity in Cash	Payments made by third parties	FY 2019/20	FY 2018/19	
	KShs	KShs	KShs	KShs	
Utilities, supplies and services	19,398	-	19,398	-	19,398
Printing, advertising and information supplies & services	570,383	-	570,383	-	570,383
Training expenses	864,780	-	864,780	-	864,780
Hospitality supplies and services	68,490	-	68,490	-	68,490
Insurance costs	101,748	-	101,748	-	101,748
VAT	(156)	-	(156)	-	(156)
Conference facilities	690,400	-	690,400	-	690,400
Staff Allowances	3,453,300	-	3,453,300	-	3,453,300
COVID-19 related expenses	294,000	-	294,000	-	294,000
Motor running expenses	100,000	-	100,000	-	100,000
Consultancy services: – Technical and professional services	199,200	-	199,200	-	199,200
Total	6,361,543	-	6,361,543	-	6,361,543

NOTES TO THE FINANCIAL STATEMENTS (Continued)

10.5 ACQUISITION OF NON-FINANCIAL ASSETS

	Payments made by the Entity in Cash	Payments made by third parties	Total Payments		Cumulative to-date
			FY 2019/20	FY 2018/19	
			KShs	KShs	
Purchase of vehicles & other transport equipment	5,119,900	-	5,119,900	-	5,119,900
Purchase of office furniture & general equipment	6,285,220	-	6,285,220	-	6,285,220
Total	11,405,120	-	11,405,120	-	11,405,120

10.6 CASH AND CASH EQUIVALENTS CARRIED FORWARD

CASH AND CASH EQUIVALENTS C/FWD	FY 2019/20	FY 2018/19
	KShs	KShs
Bank accounts (Note 11A)	182,113,627	-
Cash in hand (Note 11B)	119,710	-
Total	182,233,337	-

NOTES TO THE FINANCIAL STATEMENTS (Continued)

The project has one number project accounts within the project implementation area managed by the National Treasury as listed below:

11. A Bank Accounts

Project Bank Accounts

11 A Bank Accounts	FY 2019/20	FY 2018/19
Local Currency Accounts		
Kenya Commercial Bank [A/c No: 1266955216]	182,113,627	-
Total local currency balances	182,113,627	-
Total bank account balances	182,113,627	-

11 B Cash in Hand

	2019/20	2018/19
	KShs	KShs
The Kisumu National Polytechnic	119,710	-
Total cash balances	119,710	-

ANNEX 1 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Opening Cost (KShs) 2018/2019 (a)	Purchases/Additions in the Year (KShs) 2019/2020 (b)	**Disposals in the Year (KShs) 2018/2019 (c)	Closing Cost (KShs) 2019/2020 (d)= (a)+ (b)-(c)
Transport equipment	-	5,119,900	-	5,119,900
ICT Equipment, Software and Other ICT Assets	-	5,319,460	-	5,319,460
Office equipment, furniture and fittings	-	965,760	-	965,760
Total	-	11,405,120	-	11,405,120

East Africa Skills for Transformation and Regional Integration Project (EASTRIP)

Reports and Financial Statements

For the six(6) months period ended June 30, 2020

APPENDICES

Appendix I: Bank Reconciliation

Bank Reconciliation Statement

As at 30th June 2020

DETAILS				AMOUNT
BALANCE AS PER BANK STATEMENT				182,261,525.00
LESS: UNPRESENTED CHEQUES				
DATE WRITTEN	NUMBER	PAYEE	AMOUNT	
26/6/2020	000029	KENYA REVENUE AUTHORITY	7,898.00	-
26/6/2020	000030	COMPULYNX NYANZA LTD	48,631.00	-
26/6/2020	000031	KENYA REVENUE AUTHORITY	869.00	-
29/6/2020	000032	SOSSA COTTAGES	90,000.00	-
30/06, 2020		OVER REVERSED BANK CHARGES	500.00	147,898.00
BALANCE AS PER CASHBOOK				182,113,627.00


Project Coordinator

Name: Asaka Nyangara


Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510

Appendix II: Cash Survey

SUMMARY OF CASH SURVEY FOR THE FINANCIAL YEAR 2019/2020

AMOUNT IN Kshs.

119 X 1000	=	119,000.00
500 X 1	=	500.00
200 X 1	=	200.00
10 X 1	=	<u>10.00</u>
TOTAL		<u>119,710.00</u>


Project Coordinator

Name: Asaka Nyangara


Project Accountant

Name: Monica Mmbasu
ICPAK Member Number: 23510